

VIA: Facsimile

February 24, 2005

Mr. Doug Jensen
STATE OF UTAH
Division of Oil, Gas & Mining
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

RE: Pelican Point Map Update

Dear Mr. Jensen:

RECEIVED

FEB 2 5 2005

DIV OF OIL GAS & MINING

In a memo to you dated January 31, 2005 I stated that our goal was to have a map to you by February 28, 2005 (unless an additional on-site survey was deemed necessary: in that case I would inform you accordingly). It has been necessary for us to have a new survey done of the area in order to provide more accurate mapping information to the Division. An update and brief description of our most recent work on the project follows.

- We contacted the surveyors that provided the original survey information for earlier maps (Dudley & Associates, Orem, Utah). We needed additional information to verify some of their survey points. I could not get them to respond to my telephone calls to answer my questions about their work.
- I then contacted SITLA for legal descriptions of the lease areas. Mr. John Blake informed me
  that there were some problems with the BLM surveys of the lease areas. Mr. Blake
  recommended that we contact BLM to see if these problems were solved by Dudley &
  Associates during their earlier surveys.
- I have hired a surveyor to re-survey the lease areas along with other areas (i.e. current mining activities, disturbance areas, and so on).

In other words, we are working on the project and have made some progress albeit slower that I would have liked. I appreciate your patience and please call me anytime with your questions or comments.

Sincerell

Patrick D. Collins, Ph.D. Environmental Consultant

cc: Lance Heaton